



Setting Standards of Excellence in Public Service

MINUTES
SPECIAL MEETING OF THE BOARD OF DIRECTORS
Wednesday, November 14, 2018 – 4 p.m.
7811 University Avenue, La Mesa, CA 91942-0427

1. President Hedberg called the special board meeting to order at 4 p.m. The roll call showed a quorum of the board present: Directors Hedberg, McMillan, Verbeke and Gracyk. Director Scalzitti arrived at 4:01 p.m.

Staff present: Lugo, Olney, Tomasulo, Miller, Bryant, Janzen, Garuba, Covarrubias and Annett. General Counsel Elizabeth W. Hull was also present.

Others present: Customers Larry Nichols, Tom Brady and Responsible Solutions, LLC President Lani Lutar.

2. Vice President McMillan led the Pledge of Allegiance. No invocation was provided.
3. President Hedberg confirmed there were no additions or deletions to the agenda. There were no public comments. The motion to approve the agenda carried 4:1.

Motion: Verbeke
Second: Gracyk
Ayes: Hedberg, McMillan, Verbeke, Gracyk
Noes: Scalzitti

4. President Hedberg provided opportunity for members of the public to address the board on any item under the subject matter jurisdiction of the district. There were no requests to be heard.
5. The motion to approve the consent agenda carried unanimously. There were no public comments.

Motion: Verbeke
Second: Gracyk

- a) Memorandum dated November 14, 2018, from Secretary of the Board Sandra L. Janzen submitting expense and per diem claims was approved.

- b) The board approved the following set of minutes:
 - i. November 7, 2018, regular board meeting
- c) The following operating account checks submitted for ratification were approved:
 - i. List dated November 7, 2018

ACTION ITEM

- 6. The board approved the final term sheet for the East County Advanced Water Purification program. There were no public comments. The motion carried unanimously.

Motion: Scalzitti
Second: Verbeke

Director of Water Quality/System Operations Brian M. Olney answered all questions regarding the term sheet. General Manager Carlos V. Lugo reminded the board that the term sheet sets the basic framework with details to be negotiated during ongoing meetings. District Counsel Elizabeth W. Hull also reported that the term sheet is non-binding and has been reviewed by counsel. The board reviewed the term sheet and clarified that the assumptions are subject to change. Discussion ensued surrounding rates, pricing, public relations, purple pipe, project design, joint powers agreements, bond terms, project shortfalls, surplus water, local resource program funding, the project timeline and the Joint Ad Hoc Committee meeting on January 31, 2019. General Manager Carlos V. Lugo assured the board that their comments are being addressed.

REPORTS

- 7. Reports for the month of October 2018:
 - a) Treasurer's Report
 - b) Budget Summary
 - c) Rainfall, Use and Storage
 - d) System Demand
 - e) Monthly Demand
 - f) Conservation Status
 - g) State Water Resources Control Board

Director of Administrative Services Jennifer C. Bryant detailed the financial reports for the month of October. Director of Water Quality/System Operations Brian M. Olney detailed the remainder of the reports. There were no public comments.

INFORMATION

8. Director of Water Quality/System Operations Brian M. Olney provided the board with an update regarding the San Diego County Water Authority/Metropolitan Water District of Southern California raw water pipeline shutdown. Discussion ensued. Mr. Olney reported that pipeline 5 supplies raw water to the County of San Diego and is the district's primary supply. The district is using pipeline 3, which can be problematic due to air entrapment and air saturation limiting flow capacity from the treatment plant. The shutdown began November 3 and is expected to last until March 2019. The treatment plant is monitoring water quality and will adjust operations and water supply sources to minimize cost impacts. The district is still unable to supply water to Padre Dam Municipal Water District or Otay Water District due to capacity restrictions. There were no public comments.
9. The board received an update regarding Helix Water District's greenhouse gas emissions inventory. There were no public comments. Facilities Manager Joseph P. Garuba provided a PowerPoint presentation. Discussion ensued. Vice President McMillan requested a report regarding the district's 2013 electrical consumption. President Hedberg requested staff consider adding the district's support of the environment for a sustainable future into the district's mission statement, strategic plan or develop a written policy.

DISCUSSION

10. President Hedberg, Vice President McMillan, Directors Scalzitti and Gracyk provided written reports. In addition, Director Verbeke stated she will provide a written report regarding the National Water Resources Association's annual conference which she attended on November 7 – 9, 2018. Director Verbeke also reported attending the Friends of the Garden Board meeting on November 13, 2018, stating the new executive director will visit the district soon.
11. President Hedberg mentioned the San Diego Chapter California Special District's Association meeting November 15, 2018 and the Association of California Water Agencies annual conference November 27 – 30, 2018.


Secretary of the Board Sandra L. Janzen reported that the district received an email from a treatment plant tour recipient and fifth grade teacher Greg Beach regarding the fun

and educational tour provided by Public Affairs Education Assistant Francine C. Thompson and Treatment Plant Tour Guide Ellen K. Piscatelli.

12. General Manager Carlos V. Lugo detailed upcoming agenda items for the meetings scheduled on November 15, December 5 and 19, 2018 and reported that the December 12, 2018, Finance and Administration Committee meeting may be rescheduled. Mr. Lugo stated he is available to address any questions regarding the annual report or the PowerPoint presentations from the Member Agencies Managers meeting. Mr. Lugo wished the board a happy holiday. There were no public comments.
13. General Counsel Elizabeth W. Hull had nothing further to report, stated she would see everyone at the Association of California Water Agencies conference and wished the board a happy Thanksgiving. There were no public comments.

ADJOURNMENT

14. President Hedberg adjourned the meeting at 5:52 p.m.


Kathleen Coates Hedberg, President

ATTEST:


Sandra L. Janzen, Secretary of the Board